



Authorize Entering into Local Resources Program Agreement with the Calleguas Municipal Water District and City of Camarillo

Water Planning and Stewardship Committee
Item 8-6
October 7, 2019

Local Resources Program

Provides incentives for Metropolitan's member agencies to develop new local projects to reduce demand on imported water deliveries.



Recycled
Water
(1982)



Groundwater
Recovery
(1991)



Seawater
Desalination
(2014)

Local Resources Program Benefits



Benefits
all member agencies
regardless of project
location



Increases regional water
supply reliability

Reduces demand for
imported water supplies

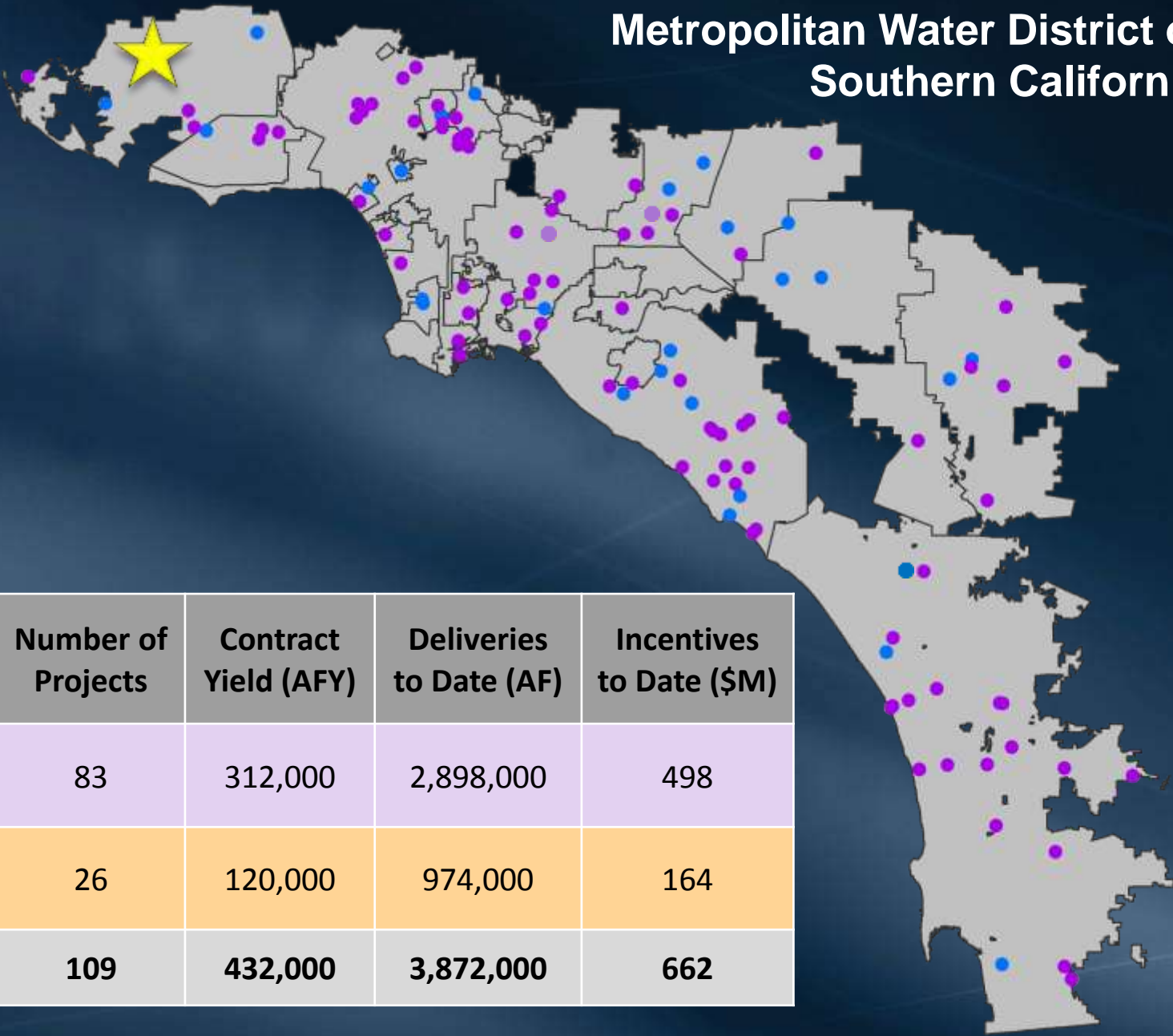


Decreases the burden on
Metropolitan's infrastructure



SB 60

Metropolitan Water District of Southern California



Type	Number of Projects	Contract Yield (AFY)	Deliveries to Date (AF)	Incentives to Date (\$M)
● Recycling	83	312,000	2,898,000	498
● Groundwater Recovery	26	120,000	974,000	164
Total	109	432,000	3,872,000	662

Incentive Payment Structures

Payment Structure Alternatives	Maximum* Incentive Amount	Payment Period
1 – Sliding Scale	\$340/AF	25 years
2 – Sliding Scale**	\$475/AF	15 years
3 – Fixed Incentive Rate	\$305/AF	25 years

* Pay for project water used

** Project must produce for 25 years



North Pleasant Valley Desalter Project

- Treat degraded groundwater for potable use
- Treatment plant
- Pipes, pumps
- 3,800 AFY capacity



North Pleasant Valley Desalter Project - Agreement Terms



3,800 AFY over 25 years

Sliding scale incentives up to \$340/AF



\$32.3 million maximum lifetime contract payment

95,000 AF maximum LRP contract yield



Performance Provisions

- Start of construction and operation
- Production targets every four years

Board Options

Option #1:

- Review and consider information provided in the adopted EIR/EAs and the Addendum
- Adopt the Lead Agency's findings and Mitigation Monitoring and Reporting Plan related to the proposed action, and
- Authorize the General Manager to enter in to a Local Resources Program agreement with Calleguas Municipal Water District and City of Camarillo for the North Pleasant Valley Desalter Project for up to 3,800 AFY of recovered groundwater under the terms included in this letter

Option #2:

- Do not authorize execution of an agreement for the Project

Staff Recommendation

Option #1

